UNITED STATES DISTRICT COURT THE SOUTHERN DISTRICT OF NEW YOR

THORNBURG MORTGAGE HOME LOANS, INC.,

Plaintiffs,

Civ. A. No.

JUN 2 0 2008 U.S.D.C. S.D. N.Y. CASHIERS

v.

PLAINTIFF'S RULE 7.1 DISCLOSURE STATEMENT

PREFERRED FINANCIAL GROUP, INC.,

Defendant.

Pursuant to Fed. R. Civ. P. 7.1. and to enable the Judges and Magistrate Judges of the Court to evaluate possible disqualification or recusal, the undersigned counsel for Plaintiff Thornburg Mortgage Home Loans, Inc. ("TMHL"), certifies as follows:

1. TMHL is a wholly owned subsidiary of Thornburg Mortgage, Inc. which is publicly traded on the New York Stock Exchange.

Dated: June 20, 2008

Angelo A. Stio III [AS 7880]

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